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# Supplementary Financial Data

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# General Fund

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The General Fund is used to account for resources traditionally associated with governments which are not required legally or by sound financial management to be accounted for in another fund.

**B-1****CITY OF SALISBURY, NORTH CAROLINA****GENERAL FUND****COMPARATIVE BALANCE SHEETS****June 30, 1999 and 1998**

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
Cash and investments	\$ 5,195,039	\$ 4,980,057
Taxes receivable (net of allowance for uncollectible)	433,229	351,775
Accounts receivable	553,933	412,869
Interest receivable	23,919	18,248
Due from other governments	1,248,085	1,497,024
Prepaid items	<u>8,887</u>	<u>44,297</u>
Total assets	<u>\$ 7,463,092</u>	<u>\$ 7,304,270</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
LIABILITIES		
Accounts payable and accrued liabilities	\$ 1,868,011	\$ 1,382,477
Outstanding checks in excess of bank balance	-	257,317
Deferred revenue	<u>1,226,836</u>	<u>787,490</u>
Total liabilities	<u>\$ 3,094,847</u>	<u>\$ 2,427,284</u>
FUND EQUITY		
Fund balances:		
Reserved by State statute	\$ 1,825,937	\$ 1,928,141
Reserved for encumbrances	384,576	667,772
Reserved for prepaid items	8,887	44,297
Unreserved:		
Designated for capital equipment replacement	863,305	1,277,944
Undesignated	<u>1,285,540</u>	<u>958,832</u>
Total fund equity	<u>\$ 4,368,245</u>	<u>\$ 4,876,986</u>
Total liabilities and fund equity	<u>\$ 7,463,092</u>	<u>\$ 7,304,270</u>

## B-2

## CITY OF SALISBURY, NORTH CAROLINA

## GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

For the Year Ended June 30, 1999

With Comparative Actual Amounts for the Year Ended June 30, 1998

	1999		1998	
			Actual Over (Under)	
	Actual	Budget	Budget	Actual
REVENUES:				
Taxes	\$ 12,060,778	\$ 11,892,079	\$ 168,699	\$ 10,812,490
License and permits	466,325	438,504	27,821	427,718
Intergovernmental	4,607,972	5,316,702	(708,730)	4,516,122
Charges for services	1,520,687	1,452,392	68,295	1,416,622
Miscellaneous	1,375,752	2,389,996	(1,014,244)	818,057
Administrative charges	1,299,875	1,299,875	-	1,207,500
Total revenues	<u>\$ 21,331,389</u>	<u>\$ 22,789,548</u>	<u>\$ (1,458,159)</u>	<u>\$ 19,198,509</u>
OTHER FINANCING SOURCES:				
Sale of bonds	\$ -	\$ 1,000,000	\$ (1,000,000)	\$ -
Fund balance appropriated	-	2,810,677	(2,810,677)	-
Total other financing sources	<u>\$ -</u>	<u>\$ 3,810,677</u>	<u>\$ (3,810,677)</u>	<u>\$ -</u>
Total revenues and other financing sources	<u>\$ 21,331,389</u>	<u>\$ 26,600,225</u>	<u>\$ (5,268,836)</u>	<u>\$ 19,198,509</u>
EXPENDITURES:				
Current:				
General government	\$ 4,729,986	\$ 6,198,866	\$ (1,468,880)	\$ 4,300,358
Public safety	8,113,842	8,575,756	(461,914)	6,900,177
Transportation	3,237,416	4,015,449	(778,033)	3,047,455
Environmental protection	1,470,108	1,676,556	(206,448)	1,331,161
Culture and recreation	2,162,351	3,909,403	(1,747,052)	2,186,293
Community and economic development	1,140,341	1,238,109	(97,768)	1,526,471
Education	42,342	42,342	-	42,342
Debt service:				
Principal	532,214	533,126	(912)	417,200
Interest	251,248	250,336	912	199,808
Total expenditures	<u>\$ 21,679,848</u>	<u>\$ 26,439,943</u>	<u>\$ (4,760,095)</u>	<u>\$ 19,951,265</u>
OTHER FINANCING Sources (USES):				
Operating transfers to other funds:			-	
Mass transit	160,282	160,282	-	130,021
Total expenditures and other financing uses	<u>\$ 21,840,130</u>	<u>\$ 26,600,225</u>	<u>\$ (4,760,095)</u>	<u>\$ 20,081,286</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>\$ (508,741)</u>	<u>\$ -</u>	<u>\$ (508,741)</u>	<u>\$ (882,777)</u>
FUND BALANCE, BEGINNING	<u>4,876,986</u>			<u>5,759,763</u>
FUND BALANCE, ENDING	<u>\$ 4,368,245</u>			<u>\$ 4,876,986</u>

## CITY OF SALISBURY, NORTH CAROLINA

## GENERAL FUND

SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES -  
BUDGET AND ACTUAL

For the Year Ended June 30, 1999

			Actual Over (Under)
REVENUES:	Actual	Budget	Budget
Taxes:			
General property-current	\$ 8,685,909	\$ 8,605,349	\$ 80,560
General property-prior	237,133	268,000	(30,867)
Interest on delinquent tax	45,867	40,000	5,867
Local option sales tax	3,091,079	2,978,130	112,949
Other tax	790	600	190
	<u>\$ 12,060,778</u>	<u>\$ 11,892,079</u>	<u>\$ 168,699</u>
Licenses and permits:			
Privilege license	\$ 291,384	\$ 270,504	\$ 20,880
Franchises	174,941	168,000	6,941
	<u>\$ 466,325</u>	<u>\$ 438,504</u>	<u>\$ 27,821</u>
Intergovernmental:			
Federal	\$ 38,205	\$ 163,712	\$ (125,507)
State	4,482,205	5,058,523	(576,318)
Local	87,562	94,467	(6,905)
	<u>\$ 4,607,972</u>	<u>\$ 5,316,702</u>	<u>\$ (708,730)</u>
Charges for services:			
Supportive court services	\$ 26,756	\$ 26,664	\$ 92
Community services	134,509	124,190	10,319
Culture and recreation	167,996	182,871	(14,875)
Environmental protection	793,172	799,057	(5,885)
Public safety	398,254	319,610	78,644
	<u>\$ 1,520,687</u>	<u>\$ 1,452,392</u>	<u>\$ 68,295</u>
Miscellaneous:			
Interest earned on investments	\$ 261,630	\$ 268,779	\$ (7,149)
Insurance proceeds	30,980	16,292	14,688
Rentals and sale of property	511,515	641,966	(130,451)
Other	571,627	1,462,959	(891,332)
	<u>\$ 1,375,752</u>	<u>\$ 2,389,996</u>	<u>\$ (1,014,244)</u>
Administrative charges:			
Interfund revenues	\$ 1,299,875	\$ 1,299,875	\$ -
Total revenues	<u>\$ 21,331,389</u>	<u>\$ 22,789,548</u>	<u>\$ (1,458,159)</u>
OTHER FINANCING SOURCES:			
Fund balance appropriated	\$ -	\$ 2,810,677	\$ (2,810,677)
Sale of bonds	-	1,000,000	(1,000,000)
Total other financing sources	<u>\$ -</u>	<u>\$ 3,810,677</u>	<u>\$ (3,810,677)</u>
Total revenues and other financing sources	<u>\$ 21,331,389</u>	<u>\$ 26,600,225</u>	<u>\$ (5,268,836)</u>

**B-4**  
**CITY OF SALISBURY, NORTH CAROLINA**  
**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES -**  
**BUDGET AND ACTUAL**  
**For the Year Ended June 30, 1999**

EXPENDITURES:	<u>Actual</u>	<u>Budget</u>	<u>Actual Over (Under) Budget</u>
Current:			
General government:			
City council	\$ 83,459	\$ 87,851	\$ (4,392)
City manager's office	622,386	629,289	(6,903)
Purchasing	149,281	165,832	(16,551)
Human resources	342,549	350,764	(8,215)
Finance	727,090	753,703	(26,613)
Fleet management	588,569	594,371	(5,802)
Public services administration	159,083	164,881	(5,798)
City office buildings	921,672	2,256,495	(1,334,823)
Telecommunication	282,825	311,165	(28,340)
Information technologies	853,072	884,515	(31,443)
	<u>\$ 4,729,986</u>	<u>\$ 6,198,866</u>	<u>\$ (1,468,880)</u>
Public safety:			
Police:			
Administration	\$ 462,558	\$ 463,619	\$ (1,061)
Services	1,725,191	1,872,399	(147,208)
Operations	2,584,978	2,805,118	(220,140)
Fire	3,341,115	3,434,620	(93,505)
	<u>\$ 8,113,842</u>	<u>\$ 8,575,756</u>	<u>\$ (461,914)</u>
Transportation:			
Traffic engineering	\$ 415,860	\$ 476,173	\$ (60,313)
Engineering	748,797	1,153,882	(405,085)
Streets	1,766,778	2,070,759	(303,981)
Street lighting	305,981	314,635	(8,654)
	<u>\$ 3,237,416</u>	<u>\$ 4,015,449</u>	<u>\$ (778,033)</u>
Environmental protection:			
Solid waste management	\$ 1,248,583	\$ 1,435,323	\$ (186,740)
Cemetery	221,525	241,233	(19,708)
	<u>\$ 1,470,108</u>	<u>\$ 1,676,556</u>	<u>\$ (206,448)</u>
Culture and recreation:			
Landscaping	\$ 705,423	\$ 742,380	\$ (36,957)
Recreation	1,456,928	3,167,023	(1,710,095)
	<u>\$ 2,162,351</u>	<u>\$ 3,909,403</u>	<u>\$ (1,747,052)</u>
Community and economic development:			
Community development	\$ 714,267	\$ 728,226	\$ (13,959)
The Plaza	138,724	173,355	(34,631)
Developmental services	287,350	336,528	(49,178)
	<u>\$ 1,140,341</u>	<u>\$ 1,238,109</u>	<u>\$ (97,768)</u>
Education	<u>\$ 42,342</u>	<u>\$ 42,342</u>	<u>\$ -</u>
Debt service:			
Principal	\$ 532,214	\$ 533,126	\$ (912)
Interest	251,248	250,336	912
	<u>\$ 783,462</u>	<u>\$ 783,462</u>	<u>\$ -</u>
Total expenditures	<u>\$ 21,679,848</u>	<u>\$ 26,439,943</u>	<u>\$ (4,760,095)</u>
OTHER FINANCING USES:			
Operating transfers to other funds:			
Mass transit	<u>160,282</u>	<u>160,282</u>	<u>-</u>
Total expenditures and other financing uses	<u>\$ 21,840,130</u>	<u>\$ 26,600,225</u>	<u>\$ (4,760,095)</u>



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## Special Revenue Funds

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Special revenue funds are used to account for the proceeds of specific revenues that are legally restricted to expenditures for particular purposes. The City has one special revenue fund.

**Community Development Fund** - to account for the operations of the City's community development programs. Financing is provided by the U.S. Department of Housing and Urban Development.

**CITY OF SALISBURY, NORTH CAROLINA**  
**SPECIAL REVENUE FUND - COMMUNITY DEVELOPMENT**  
**COMPARATIVE BALANCE SHEETS**

**June 30, 1999 and 1998**

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
Cash and investments	\$ 115,604	\$ 186,655
Accounts receivable	661	1,235
Due from other governments	<u>82,567</u>	<u>67,223</u>
Total assets	<u>\$ 198,832</u>	<u>\$ 255,113</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
LIABILITIES		
Accounts payable and accrued liabilities	<u>\$ 37,295</u>	<u>\$ 70,428</u>
Total liabilities	<u>\$ 37,295</u>	<u>\$ 70,428</u>
 FUND EQUITY		
Fund balances:		
Reserved by State statute	\$ 83,228	\$ 68,458
Unreserved:		
Designated for subsequent year's expenditures	<u>78,309</u>	<u>116,227</u>
Total fund equity	<u>\$ 161,537</u>	<u>\$ 184,685</u>
Total liabilities and fund equity	<u>\$ 198,832</u>	<u>\$ 255,113</u>

## CITY OF SALISBURY, NORTH CAROLINA

## SPECIAL REVENUE FUND - COMMUNITY DEVELOPMENT

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

For the Year Ended June 30, 1999

With Comparative Actual Amounts for the Year Ended June 30, 1998

	1999			1998
			Actual Over (Under)	
	Actual	Budget	Budget	Actual
REVENUES:				
Intergovernmental:				
Federal	\$ 700,255	\$ 1,008,882	\$ (308,627)	\$ 505,976
Miscellaneous:				
Interest earned on investments	4,154	-	4,154	1,948
Other	<u>191,947</u>	<u>148,000</u>	<u>43,947</u>	<u>282,134</u>
Total revenues	<u>\$ 896,356</u>	<u>\$ 1,156,882</u>	<u>\$ (260,526)</u>	<u>\$ 790,058</u>
EXPENDITURES:				
Current:				
General government	\$ 126,910	\$ 128,800	\$ (1,890)	\$ 103,259
Community and economic development	<u>792,594</u>	<u>1,028,082</u>	<u>(235,488)</u>	<u>692,750</u>
Total expenditures	<u>\$ 919,504</u>	<u>\$ 1,156,882</u>	<u>\$ (237,378)</u>	<u>\$ 796,009</u>
NET INCREASE (DECREASE) IN FUND BALANCE	\$ (23,148)	<u>\$ -</u>	<u>\$ (23,148)</u>	\$ (5,951)
FUND BALANCE, BEGINNING	<u>184,685</u>			<u>190,636</u>
FUND BALANCE, ENDING	<u>\$ 161,537</u>			<u>\$ 184,685</u>

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# Capital Projects Fund

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The Capital Projects Fund is used to account for the acquisition or construction of capital projects, other than those financed by enterprise funds, internal service funds, or trust funds.

## CITY OF SALISBURY, NORTH CAROLINA

## CAPITAL PROJECTS FUND

## COMPARATIVE BALANCE SHEETS

June 30, 1999 and 1998

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
Cash and investments	\$ 644,039	\$ 1,677,363
Total assets	<u>\$ 644,039</u>	<u>\$ 1,677,363</u>
<u>LIABILITIES AND FUND EQUITY</u>		
FUND EQUITY		
Fund Balances:		
Unreserved:		
Designated for subsequent year's expenditures	\$ 644,039	\$ 1,677,363
Total fund equity	<u>\$ 644,039</u>	<u>\$ 1,677,363</u>
Total liabilities and fund equity	<u>\$ 644,039</u>	<u>\$ 1,677,363</u>

## CITY OF SALISBURY, NORTH CAROLINA

## CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL

From Inception and for the Year Ended June 30, 1999

	Project Authorization	Actual		
		Prior Years	Current Year	Total to Date
REVENUES:				
Miscellaneous				
Interest earned on investments	\$ 71,675	\$ 170,919	\$ 75,348	\$ 246,267
EXPENDITURES:				
Culture and recreation	\$ 3,556,278	\$ 2,080,607	\$ 1,108,672	\$ 3,189,279
Transportation	493,397	390,949	-	390,949
Total expenditures	\$ 4,049,675	\$ 2,471,556	\$ 1,108,672	\$ 3,580,228
Total revenues over (under) expenditures	\$ (3,978,000)	\$ (2,300,637)	\$ (1,033,324)	\$ (3,333,961)
OTHER FUNDING SOURCES				
Proceeds from sale of bonds	3,978,000	3,978,000	-	3,978,000
NET INCREASE (DECREASE) IN FUND BALANCE	\$ -	\$ 1,677,363	\$ (1,033,324)	\$ 644,039
FUND BALANCE, BEGINNING			1,677,363	
FUND BALANCE, ENDING			\$ 644,039	



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# Enterprise Funds

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Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the cost of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**Water and Sewer Fund** - to account for the provision of water and sewer services to the residents of the City and immediate area around the City.

**Mass Transit Fund** - to account for the provision of public bus services to the residents of the City.

All activities necessary to provide such services are accounted for in these funds, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

**CITY OF SALISBURY, NORTH CAROLINA**  
**ENTERPRISE FUNDS**  
**COMBINING BALANCE SHEET**

**June 30, 1999**  
**With Comparative Totals at June 30, 1998**

<u>ASSETS</u>			<u>Totals</u>	
	<u>Water and Sewer</u>	<u>Mass Transit</u>	<u>1999</u>	<u>1998</u>
<b>CURRENT ASSETS</b>				
Cash and investments	\$ 4,386,936	\$ 171,357	\$ 4,558,293	\$ 5,488,627
Accounts receivable (net of allowance for uncollectible)	1,957,036	3,607	1,960,643	1,789,504
Interest receivable	24,259	770	25,029	17,386
Due from other governments	-	45,626	45,626	142,586
Inventories	186,383	70,247	256,630	250,765
Prepaid items	-	-	-	8,714
Total current assets	<u>\$ 6,554,614</u>	<u>\$ 291,607</u>	<u>\$ 6,846,221</u>	<u>\$ 7,697,582</u>
<b>RESTRICTED ASSETS</b>				
Cash	9,857,587		9,857,587	11,997,560
Accounts receivable	294,286		294,286	198,320
Interest receivable	27,294	-	27,294	24,128
Total restricted assets	<u>\$ 10,179,167</u>	<u>\$ -</u>	<u>\$ 10,179,167</u>	<u>\$ 12,220,008</u>
<b>FIXED ASSETS</b>				
Land	\$ 2,074,567	\$ -	\$ 2,074,567	\$ 2,074,567
Buildings and improvements	77,296,886	481,794	77,778,680	71,078,629
Equipment	5,998,112	905,403	6,903,515	6,299,687
Construction in progress	14,476,910	-	14,476,910	17,434,861
Less accumulated depreciation	(27,654,048)	(1,318,489)	(28,972,537)	(26,720,254)
Total fixed assets	<u>\$ 72,192,427</u>	<u>\$ 68,708</u>	<u>\$ 72,261,135</u>	<u>\$ 70,167,490</u>
Total assets	<u>\$ 88,926,208</u>	<u>\$ 360,315</u>	<u>\$ 89,286,523</u>	<u>\$ 90,085,080</u>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>CURRENT LIABILITIES</b>				
Accounts payable and accrued liabilities	\$ 1,138,125	\$ 43,556	\$ 1,181,681	\$ 1,166,922
Interest payable	219,973	-	219,973	234,290
Current maturities of long-term debt	1,826,305	-	1,826,305	1,841,305
Customer deposits	183,476		183,476	163,553
Liabilities payable from restricted assets	594,496	-	594,496	1,492,926
Total current liabilities	<u>\$ 3,962,375</u>	<u>\$ 43,556</u>	<u>\$ 4,005,931</u>	<u>\$ 4,898,996</u>
<b>LONG-TERM DEBT</b>				
Bonds payable	\$ 25,182,602	\$ -	\$ 25,182,602	\$ 26,810,108
Capital leases payable	3,008,789	-	3,008,789	3,207,588
Total long term-debt	<u>\$ 28,191,391</u>	<u>\$ -</u>	<u>\$ 28,191,391</u>	<u>\$ 30,017,696</u>
<b>FUND EQUITY</b>				
Contributed capital	\$ 31,443,947	\$ 1,489,991	\$ 32,933,938	\$ 31,256,288
Retained earnings (deficit)	25,328,495	(1,173,232)	24,155,263	23,912,100
Total fund equity	<u>\$ 56,772,442</u>	<u>\$ 316,759</u>	<u>\$ 57,089,201</u>	<u>\$ 55,168,388</u>
Total liabilities and fund equity	<u>\$ 88,926,208</u>	<u>\$ 360,315</u>	<u>\$ 89,286,523</u>	<u>\$ 90,085,080</u>

## CITY OF SALISBURY, NORTH CAROLINA

## ENTERPRISE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN RETAINED EARNINGSFor the Year Ended June 30, 1999  
With Comparative Totals For The Year Ended June 30, 1998

			Totals	
	Water and Sewer	Mass Transit	1999	1998
OPERATING REVENUES:				
Charges for services	\$ 11,402,462	\$ 75,879	\$ 11,478,341	\$ 11,502,963
OPERATING EXPENSES:				
Management and administration	\$ 2,652,225	\$ 110,348	\$ 2,762,573	\$ 2,151,970
Water resources	3,786,052	-	3,786,052	3,722,927
Maintenance and distribution	2,098,061	-	2,098,061	2,114,713
Depreciation	2,277,590	40,687	2,318,277	1,839,687
Mass transit operations	-	330,440	330,440	321,162
Total operating expenses	\$ 10,813,928	\$ 481,475	\$ 11,295,403	\$ 10,150,459
OPERATING INCOME (LOSS)	\$ 588,534	\$ (405,596)	\$ 182,938	\$ 1,352,504
NONOPERATING REVENUES (EXPENSES):				
Interest earned on investments	\$ 801,341	\$ 4,674	\$ 806,015	\$ 755,126
Intergovernmental	-	238,275	238,275	182,527
Miscellaneous revenues	390,537	14,273	404,810	401,880
Interest expense	(1,549,157)	-	(1,549,157)	(1,360,365)
Net nonoperating revenues (expenses)	\$ (357,279)	\$ 257,222	\$ (100,057)	\$ (20,832)
INCOME (LOSS) BEFORE OPERATING TRANSFERS	\$ 231,255	\$ (148,374)	\$ 82,881	\$ 1,331,672
OPERATING TRANSFERS IN:				
General Fund	-	160,282	160,282	130,021
NET INCOME	\$ 231,255	\$ 11,908	\$ 243,163	\$ 1,461,693
RETAINED EARNINGS (DEFICIT), BEGINNING	25,097,240	(1,185,140)	23,912,100	22,450,407
RETAINED EARNINGS (DEFICIT), ENDING	\$ 25,328,495	\$ (1,173,232)	\$ 24,155,263	\$ 23,912,100

## CITY OF SALISBURY, NORTH CAROLINA

## ENTERPRISE FUNDS

## COMBINING STATEMENT OF CASH FLOWS

For the Year Ended June 30, 1999

With Comparative Totals for the Year Ended June 30, 1998

			<b>Totals</b>	
	<b>Water and Sewer</b>	<b>Mass Transit</b>	<b>1999</b>	<b>1998</b>
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ 588,534	\$ (405,596)	\$ 182,938	\$ 1,352,504
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	2,277,590	40,687	2,318,277	1,839,687
Other receipts	390,537	18,947	409,484	218,026
Change in assets and liabilities:				
(Increase) decrease in accounts and interest receivable	(275,718)	(2,196)	(277,914)	27,471
(Increase) decrease in inventory	(4,067)	(1,798)	(5,865)	55,956
(Increase) decrease due from other governments	-	96,960	96,960	309,621
(Increase) decrease in prepaid items	8,158	556	8,714	(8,714)
Increase (decrease) in accounts and interest payable and accrued liabilities	(902,411)	4,423	(897,988)	680,617
Increase (decrease) in customer deposits	19,923	-	19,923	31,922
Net cash provided by (used for) operating activities	<u>\$ 2,102,546</u>	<u>\$ (248,017)</u>	<u>\$ 1,854,529</u>	<u>\$ 4,507,090</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating grants received	\$ -	\$ 238,275	\$ 238,275	\$ 182,527
Operating transfer from general fund	-	160,282	160,282	130,021
Net cash provided by noncapital financing activities	<u>\$ -</u>	<u>\$ 398,557</u>	<u>\$ 398,557</u>	<u>\$ 312,548</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from issuing general obligation bonds	\$ -	\$ -	\$ -	\$ 10,623,915
Capital grants received	-	17,569	17,569	9,264
Interest paid on general obligation bonds	(1,549,157)	-	(1,549,157)	(1,360,368)
Disposition of capital assets	-	4,723	4,723	-
Acquisition of capital assets	(4,403,923)	(12,722)	(4,416,645)	(13,549,066)
Principal paid on general obligation bonds	(1,841,305)	-	(1,841,305)	(1,515,305)
Capital contributed by developers	1,660,081	-	1,660,081	2,906,450
Net cash provided by (used for) capital and related financing activities	<u>\$ (6,134,304)</u>	<u>\$ 9,570</u>	<u>\$ (6,124,734)</u>	<u>\$ (2,885,110)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received on investment securities	<u>\$ 801,341</u>	<u>\$ -</u>	<u>\$ 801,341</u>	<u>\$ 755,126</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (3,230,417)	\$ 160,110	\$ (3,070,307)	\$ 2,689,654
CASH AND CASH EQUIVALENTS, BEGINNING	<u>17,474,940</u>	<u>11,247</u>	<u>17,486,187</u>	<u>14,796,533</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 14,244,523</u>	<u>\$ 171,357</u>	<u>\$ 14,415,880</u>	<u>\$ 17,486,187</u>

**CITY OF SALISBURY, NORTH CAROLINA**  
**WATER AND SEWER FUND**  
**COMPARATIVE BALANCE SHEETS**  
**June 30, 1999 and 1998**

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
<b>CURRENT ASSETS</b>		
Cash and investments	\$ 4,386,936	\$ 5,477,380
Accounts receivable (net of allowance for uncollectible)	1,957,036	1,787,376
Interest receivable	24,259	17,333
Inventories	186,383	182,316
Prepaid items	-	8,158
Total current assets	<u>\$ 6,554,614</u>	<u>\$ 7,472,563</u>
<b>RESTRICTED ASSETS</b>		
Cash	9,857,587	11,997,560
Accounts receivable	294,286	198,320
Interest receivable	27,294	24,128
Total restricted assets	<u>\$ 10,179,167</u>	<u>\$ 12,220,008</u>
<b>FIXED ASSETS</b>		
Land	\$ 2,074,567	\$ 2,074,567
Buildings and improvements	77,296,886	70,596,835
Equipment	5,998,112	5,402,283
Construction in progress	14,476,910	17,434,861
Less accumulated depreciation	(27,654,048)	(25,442,452)
Total fixed assets	<u>\$ 72,192,427</u>	<u>\$ 70,066,094</u>
Total assets	<u><u>\$ 88,926,208</u></u>	<u><u>\$ 89,758,665</u></u>
 <u>LIABILITIES AND FUND EQUITY</u>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 1,138,125	\$ 1,127,789
Interest payable	219,973	234,290
Current maturities of long-term debt	1,826,305	1,841,305
Customer deposits	183,476	163,553
Liabilities payable from restricted assets	594,496	1,492,926
Total current liabilities	<u>\$ 3,962,375</u>	<u>\$ 4,859,863</u>
<b>LONG-TERM DEBT</b>		
Bonds payable	\$ 25,182,602	\$ 26,810,108
Capital leases payable	3,008,789	3,207,588
Total long-term debt	<u>\$ 28,191,391</u>	<u>\$ 30,017,696</u>
<b>FUND EQUITY</b>		
Contributed capital	\$ 31,443,947	\$ 29,783,866
Retained earnings	25,328,495	25,097,240
Total fund equity	<u>\$ 56,772,442</u>	<u>\$ 54,881,106</u>
Total liabilities and fund equity	<u><u>\$ 88,926,208</u></u>	<u><u>\$ 89,758,665</u></u>

## CITY OF SALISBURY, NORTH CAROLINA

## WATER AND SEWER FUND

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL  
(NON-GAAP, MODIFIED ACCRUAL BASIS)

For the Year Ended June 30, 1999

With Comparative Actual Amounts for Year Ended June 30, 1998

	1999			1998
	Actual	Budget	Actual Over (Under) Budget	Actual
OPERATING REVENUES:				
Charges for services	\$ 11,402,462	\$ 13,114,033	\$ (1,711,571)	\$ 11,429,925
OPERATING EXPENSES OTHER THAN DEPRECIATION:				
Management and administration	\$ 2,611,098	\$ 2,451,636	\$ 159,462	\$ 2,046,673
Water resources	3,790,874	4,000,269	(209,395)	3,694,992
Maintenance and distribution	2,097,306	2,204,600	(107,294)	2,089,728
Total operating expenses other than depreciation	\$ 8,499,278	\$ 8,656,505	\$ (157,227)	\$ 7,831,393
NONOPERATING REVENUES (EXPENSES):				
Interest on investments	\$ 801,341	\$ 365,000	\$ 436,341	\$ 755,126
Miscellaneous revenues	390,537	242,799	147,738	385,370
Interest expense	(1,534,840)	(1,549,177)	14,337	(1,314,777)
Net nonoperating revenues	\$ (342,962)	\$ (941,378)	\$ 598,416	\$ (174,281)
Income (loss) from operations	\$ 2,560,222	\$ 3,516,150	\$ (955,928)	\$ 3,424,251
OTHER FINANCING SOURCES (USES):				
Capital outlay	\$ (4,403,923)	\$ (12,853,997)	\$ 8,450,074	\$ (22,069,804)
Contributed capital	1,660,081	1,916,726	(256,645)	7,729,025
Payment of debt principal	(1,841,305)	(1,841,305)	-	(1,515,305)
Proceeds from sale of bonds	-	5,099,962	(5,099,962)	10,623,915
Proceeds from capital leases	-	-	-	3,604,186
Retained earnings appropriated	-	4,162,464	(4,162,464)	-
Total other financing sources (uses)	\$ (4,585,147)	\$ (3,516,150)	\$ (1,068,997)	\$ (1,627,983)
EXCESS OF EXPENSES OVER REVENUES	\$ (2,024,925)	\$ -	\$ (2,024,925)	\$ 1,796,268
RECONCILIATION OF MODIFIED ACCRUAL BASIS WITH FULL ACCRUAL:				
Excess of expenses over revenues	\$ (2,024,925)			
Capital outlay	4,403,923			
Depreciation	(2,277,590)			
Payment of debt principal	1,841,305			
Interest expense	(14,317)			
Inventories	4,067			
Vacation pay	(41,127)			
Contributed capital	(1,660,081)			
NET INCOME	\$ 231,255			

## CITY OF SALISBURY, NORTH CAROLINA

## WATER AND SEWER FUND

## COMPARATIVE STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income	\$ 588,534	\$ 1,756,253
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	2,277,590	1,785,568
Other receipts	390,537	201,516
Change in assets and liabilities:		
(Increase) decrease in accounts and interest receivable	(275,718)	23,141
(Increase) decrease in inventory	(4,067)	52,920
(Increase) decrease in due from other governments	-	407,890
(Increase) decrease in prepaid items	8,158	(8,158)
Increase (decrease) in accounts and interest payable and accrued liabilities	(902,411)	679,311
Increase (decrease) in customer deposits	19,923	31,922
Net cash provided by operating activities	<u>\$ 2,102,546</u>	<u>\$ 4,930,363</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from issuing general obligation bonds	\$ -	\$ 10,623,915
Interest paid on long-term debt	(1,549,157)	(1,360,368)
Acquisition of capital assets	(4,403,923)	(13,536,711)
Principal paid on long-term debt	(1,841,305)	(1,515,305)
Capital contributed by developers	1,660,081	2,906,450
Net cash (used for) capital and related financing activities	<u>\$ (6,134,304)</u>	<u>\$ (2,882,019)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on investment securities	<u>\$ 801,341</u>	<u>\$ 755,126</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (3,230,417)	\$ 2,803,470
CASH AND CASH EQUIVALENTS, BEGINNING	<u>17,474,940</u>	<u>14,671,470</u>
CASH AND CASH EQUIVALENTS, ENDING	<u><u>\$ 14,244,523</u></u>	<u><u>\$ 17,474,940</u></u>



**CITY OF SALISBURY, NORTH CAROLINA**  
**WATER AND SEWER CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENSES -**  
**BUDGET AND ACTUAL (NON-GAAP)**

**From Inception and for the Year Ended June 30, 1999**

	<b>Project Authorization</b>	<b>Actual</b>		
		<b>Prior Years</b>	<b>Current Year</b>	<b>Total to Date</b>
REVENUES				
Miscellaneous				
Interest on investments	\$ 200,000	\$ 200,000	\$ 509,790	\$ 709,790
EXPENSES-SEWER PROJECT				
Construction	\$ 6,897,378	\$ 1,780,464	\$ 991,458	\$ 2,771,922
Engineering	1,207,813	551,451	239,886	791,337
Total expenses-Sewer project	\$ 8,105,191	\$ 2,331,915	\$ 1,231,344	\$ 3,563,259
EXPENSES-WATER PROJECT				
Construction	\$ 13,424,776	\$ 8,925,458	\$ 1,025,072	\$ 9,950,530
Engineering	2,404,164	1,962,060	645,728	2,607,788
Total expenses-Water project	\$ 15,828,940	\$ 10,887,518	\$ 1,670,800	\$ 12,558,318
Total expenses	\$ 23,934,131	\$ 13,219,433	\$ 2,902,144	\$ 16,121,577
Total revenues (under) expenses	\$ (23,734,131)	\$ (13,019,433)	\$ (2,392,354)	\$ (15,411,787)
OTHER FINANCING SOURCES				
Proceeds from sale of bonds	\$ 20,576,190	\$ 14,119,382	\$ -	\$ 14,119,382
Developer contributions	2,124,731	1,577,160	349,944	1,927,104
Operating transfers from water and sewer fund	602,200	822,200	900,000	1,722,200
Appropriated fund balance	431,010	-	-	-
Total other financing sources	\$ 23,734,131	\$ 16,518,742	\$ 1,249,944	\$ 17,768,686
Unexpended revenues and receipts	\$ -	\$ 3,499,309	\$ (1,142,410)	\$ 2,356,899

## CITY OF SALISBURY, NORTH CAROLINA

## MASS TRANSIT FUND

## COMPARATIVE BALANCE SHEETS

June 30, 1999 and 1998

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
CURRENT ASSETS		
Cash and investments	\$ 171,357	\$ 11,247
Accounts receivable (net of allowance for uncollectable)	3,607	2,128
Interest receivable	770	53
Due from other governments	45,626	142,586
Inventories	70,247	68,449
Prepaid items	-	556
Total current assets	<u>\$ 291,607</u>	<u>\$ 225,019</u>
FIXED ASSETS		
Buildings and improvements	\$ 481,794	\$ 481,794
Equipment	905,403	897,404
Less accumulated depreciation	(1,318,489)	(1,277,802)
Total fixed assets	<u>\$ 68,708</u>	<u>\$ 101,396</u>
Total assets	<u><u>\$ 360,315</u></u>	<u><u>\$ 326,415</u></u>
<u>LIABILITIES AND FUND EQUITY</u>		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 43,556	\$ 39,133
Total current liabilities	<u>\$ 43,556</u>	<u>\$ 39,133</u>
FUND EQUITY		
Contributed capital	\$ 1,489,991	\$ 1,472,422
Retained earnings (deficit)	(1,173,232)	(1,185,140)
Total fund equity	<u>\$ 316,759</u>	<u>\$ 287,282</u>
Total liabilities and fund equity	<u><u>\$ 360,315</u></u>	<u><u>\$ 326,415</u></u>

## CITY OF SALISBURY, NORTH CAROLINA

## MASS TRANSIT FUND

SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL  
(NON-GAAP, MODIFIED ACCRUAL BASIS)

For the Year Ended June 30, 1999

With Comparative Actual Amounts for Year Ended June 30, 1998

	1999			1998
	Actual	Budget	Actual Over (Under) Budget	Actual
OPERATING REVENUES:				
Charges for services	\$ 75,879	\$ 86,900	\$ (11,021)	\$ 73,038
OPERATING EXPENSES OTHER THAN DEPRECIATION:				
Management and administration	\$ 109,270	\$ 110,237	\$ (967)	\$ 101,754
Mass transit operations	332,239	337,735	(5,496)	318,126
Total operating expenses other than depreciation	\$ 441,509	\$ 447,972	\$ (6,463)	\$ 419,880
NONOPERATING REVENUES (EXPENSES):				
Intergovernmental	\$ 238,275	\$ 209,450	\$ 28,825	\$ 182,527
Miscellaneous revenues	18,947	10,200	8,747	16,510
Total nonoperating revenues	\$ 257,222	\$ 219,650	\$ 37,572	\$ 199,037
Loss from operations	\$ (108,408)	\$ (141,422)	\$ 33,014	\$ (147,805)
OTHER FINANCING SOURCES (USES):				
Capital outlay	\$ (12,722)	\$ (18,860)	\$ 6,138	\$ (12,355)
Contributed capital	17,569	-	17,569	9,264
Operating transfers in:				
General fund	160,282	160,282	-	130,021
Total other financing sources (uses)	\$ 165,129	\$ 141,422	\$ 23,707	\$ 126,930
EXCESS OF REVENUES OVER EXPENSES	\$ 56,721	\$ -	\$ 56,721	\$ (20,875)
RECONCILIATION OF MODIFIED ACCRUAL BASIS WITH FULL ACCRUAL:				
Excess of revenues over expenses, above	\$ 56,721			
Depreciation	(40,687)			
Capital outlay	12,722			
Contributed capital	(17,569)			
Inventories	1,798			
Vacation pay	(1,077)			
NET INCOME	\$ 11,908			

## CITY OF SALISBURY, NORTH CAROLINA

## MASS TRANSIT FUND

## COMPARATIVE STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 1999 and 1998

	<u>1999</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating (loss)	\$ (405,596)	\$ (403,749)
Adjustments to reconcile operating (loss) to net cash (used for) operating activities:		
Depreciation	40,687	54,119
Other receipts	18,947	16,510
Change in assets and liabilities:		
(Increase) decrease in accounts and interest receivable	(2,196)	4,330
(Increase) decrease in inventory	(1,798)	3,036
(Increase) decrease in prepaid items	556	(556)
(Increase) decrease in due from other governments	96,960	(98,269)
Increase (decrease) in accounts and interest payable and accrued liabilities	4,423	1,306
Net cash (used for) operating activities	<u>\$ (248,017)</u>	<u>\$ (423,273)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Operating grants received	\$ 238,275	\$ 182,527
Operating transfer from general fund	160,282	130,021
Net cash provided by noncapital financing activities	<u>\$ 398,557</u>	<u>\$ 312,548</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Capital grants received	\$ 17,569	\$ 9,264
Disposition of capital assets	4,723	-
Acquisition of capital assets	<u>(12,722)</u>	<u>(12,355)</u>
Net cash provided by (used for) capital and related financing activities	<u>\$ 9,570</u>	<u>\$ (3,091)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ 160,110	\$ (113,816)
CASH AND CASH EQUIVALENTS, BEGINNING	<u>11,247</u>	<u>125,063</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 171,357</u>	<u>\$ 11,247</u>

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# Internal Service Funds

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Internal Service Funds are used for allocating the cost of providing certain central services among the different funds.

**Workers' Compensation Fund** - to account for monies provided by the City and interest earnings to provide the City's reserve for Workers' Compensation.

**Employee Health Care Fund** - to account for monies withheld from employees' wages and charges to the City to fund the City's health insurance plan.

## CITY OF SALISBURY, NORTH CAROLINA

## INTERNAL SERVICE FUNDS

## COMBINING BALANCE SHEET

June 30, 1999

With Comparative Totals at June 30, 1998

<u>ASSETS</u>	<u>Workers'</u> <u>Compensation</u>	<u>Employee</u> <u>Health Care</u>	<u>Totals</u>	
			<u>1999</u>	<u>1998</u>
CURRENT ASSETS				
Cash and investments	\$ 58,611	\$ 189,910	\$ 248,521	\$ 467,068
Interest receivable	274	753	1,027	1,149
Total assets	<u>\$ 58,885</u>	<u>\$ 190,663</u>	<u>\$ 249,548</u>	<u>\$ 468,217</u>
<u>LIABILITIES AND FUND EQUITY</u>				
CURRENT LIABILITIES				
Accounts payable and accrued liabilities	\$ 2,517	\$ 285,726	\$ 288,243	\$ 264,956
FUND EQUITY				
Retained earnings (deficit)	56,368	(95,063)	(38,695)	203,261
Total liabilities and fund equity	<u>\$ 58,885</u>	<u>\$ 190,663</u>	<u>\$ 249,548</u>	<u>\$ 468,217</u>

## CITY OF SALISBURY, NORTH CAROLINA

## INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN RETAINED EARNINGS

For the Year Ended June 30, 1999  
With Comparative Totals For The Year Ended June 30, 1998

			<u>Totals</u>	
	<u>Workers'</u>	<u>Employee</u>	<u>1999</u>	<u>1998</u>
	<u>Compensation</u>	<u>Health Care</u>		
OPERATING REVENUES:				
Charges for services	\$ -	\$ 1,799,811	\$ 1,799,811	\$ 1,582,554
OPERATING EXPENSES:				
Employee benefits	<u>116,315</u>	<u>1,942,916</u>	<u>2,059,231</u>	<u>1,832,668</u>
OPERATING (LOSS)	\$ (116,315)	\$ (143,105)	\$ (259,420)	\$ (250,114)
NONOPERATING REVENUES				
Interest earned on investments	<u>5,213</u>	<u>12,251</u>	<u>17,464</u>	<u>21,347</u>
NET INCOME (LOSS)	\$ (111,102)	\$ (130,854)	\$ (241,956)	\$ (228,767)
RETAINED EARNINGS, BEGINNING	<u>167,470</u>	<u>35,791</u>	<u>203,261</u>	<u>432,028</u>
RETAINED EARNINGS, ENDING	<u>\$ 56,368</u>	<u>\$ (95,063)</u>	<u>\$ (38,695)</u>	<u>\$ 203,261</u>



## CITY OF SALISBURY, NORTH CAROLINA

## INTERNAL SERVICE FUNDS

## COMBINING STATEMENT OF CASH FLOWS

For the Year Ended June 30, 1999

With Comparative Totals for the Year Ended June 30, 1998

			<u>Totals</u>	
	<u>Workers'</u>	<u>Employee</u>		
	<u>Compensation</u>	<u>Health Care</u>	<u>1999</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (116,315)	\$ (143,105)	\$ (259,420)	\$ (250,114)
Change in assets and liabilities:				
(Increase) decrease in interest receivable	234	(112)	122	6,252
Increase (decrease) in accounts payable	<u>(825)</u>	<u>24,112</u>	<u>23,287</u>	<u>14,654</u>
Net cash (used for) operating activities	<u>\$ (116,906)</u>	<u>\$ (119,105)</u>	<u>\$ (236,011)</u>	<u>\$ (229,208)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received on investment securities	<u>\$ 5,213</u>	<u>\$ 12,251</u>	<u>\$ 17,464</u>	<u>\$ 21,347</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>\$ (111,693)</u>	<u>\$ (106,854)</u>	<u>\$ (218,547)</u>	<u>\$ (207,861)</u>
CASH AND CASH EQUIVALENTS, BEGINNING	<u>170,304</u>	<u>296,764</u>	<u>467,068</u>	<u>674,929</u>
CASH AND CASH EQUIVALENTS, ENDING	<u><u>\$ 58,611</u></u>	<u><u>\$ 189,910</u></u>	<u><u>\$ 248,521</u></u>	<u><u>\$ 467,068</u></u>

**CITY OF SALISBURY, NORTH CAROLINA**  
**WORKERS' COMPENSATION INTERNAL SERVICE FUND**  
**COMPARATIVE BALANCE SHEETS**

**June 30, 1999 and 1998**

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
CURRENT ASSETS		
Cash and investments	\$ 58,611	\$ 170,304
Interest receivable	<u>274</u>	<u>508</u>
Total assets	<u>\$ 58,885</u>	<u>\$ 170,812</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 2,517	\$ 3,342
FUND EQUITY		
Retained earnings	<u>56,368</u>	<u>167,470</u>
Total liabilities and fund equity	<u>\$ 58,885</u>	<u>\$ 170,812</u>

## CITY OF SALISBURY, NORTH CAROLINA

## WORKERS' COMPENSATION INTERNAL SERVICE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN RETAINED EARNINGS

For the Year Ended June 30, 1999

With Comparative Totals For The Year Ended June 30, 1998

	<u>1999</u>	<u>1998</u>
OPERATING REVENUES:		
Charges for services	\$ -	\$ -
OPERATING EXPENSES:		
Employee benefits	<u>116,315</u>	<u>115,714</u>
OPERATING INCOME (LOSS)	\$ (116,315)	\$ (115,714)
NONOPERATING REVENUES		
Interest earned on investments	<u>5,213</u>	<u>9,554</u>
NET INCOME (LOSS)	\$ (111,102)	\$ (106,160)
RETAINED EARNINGS, BEGINNING	<u>167,470</u>	<u>273,630</u>
RETAINED EARNINGS, ENDING	<u><u>\$ 56,368</u></u>	<u><u>\$ 167,470</u></u>

**CITY OF SALISBURY, NORTH CAROLINA**  
**WORKERS' COMPENSATION INTERNAL SERVICE FUND**  
**COMPARATIVE STATEMENT OF CASH FLOWS**

**For the Year Ended June 30, 1999**  
**With Comparative Totals for the Year Ended June 30, 1998**

	<u>1999</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (116,315)	\$ (115,714)
Change in assets and liabilities:		
(Increase) decrease in interest receivable	234	3,173
Increase (decrease) in accounts payable	<u>(825)</u>	<u>(7,417)</u>
Net cash provided by (used for) operating activities	\$ (116,906)	\$ (119,958)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on investment securities	<u>5,213</u>	<u>9,554</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	\$ (111,693)	\$ (110,404)
CASH AND CASH EQUIVALENTS, BEGINNING	<u>170,304</u>	<u>280,708</u>
CASH AND CASH EQUIVALENTS, ENDING	<u><u>\$ 58,611</u></u>	<u><u>\$ 170,304</u></u>

**CITY OF SALISBURY, NORTH CAROLINA**  
**EMPLOYEE HEALTH CARE INTERNAL SERVICE FUND**  
**COMPARATIVE BALANCE SHEETS**

**June 30, 1999 and 1998**

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
CURRENT ASSETS		
Cash and investments	\$ 189,910	\$ 296,764
Interest receivable	<u>753</u>	<u>641</u>
Total assets	<u>\$ 190,663</u>	<u>\$ 297,405</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 285,726	\$ 261,614
FUND EQUITY		
Retained earnings (deficit)	<u>(95,063)</u>	<u>35,791</u>
Total liabilities and fund equity	<u>\$ 190,663</u>	<u>\$ 297,405</u>

## CITY OF SALISBURY, NORTH CAROLINA

## EMPLOYEE HEALTH CARE INTERNAL SERVICE FUND

COMPARATIVE STATEMENT OF REVENUES, EXPENSES,  
AND CHANGES IN RETAINED EARNINGS

For the Year Ended June 30, 1999  
With Comparative Totals For The Year Ended June 30, 1998

	<u>1999</u>	<u>1998</u>
OPERATING REVENUES:		
Charges for services	\$ 1,799,811	\$ 1,582,554
OPERATING EXPENSES:		
Employee benefits	<u>1,942,916</u>	<u>1,716,954</u>
OPERATING INCOME (LOSS)	\$ (143,105)	\$ (134,400)
NONOPERATING REVENUES		
Interest earned on investments	<u>12,251</u>	<u>11,793</u>
NET INCOME (LOSS)	\$ (130,854)	\$ (122,607)
RETAINED EARNINGS, BEGINNING	<u>35,791</u>	<u>158,398</u>
RETAINED EARNINGS, ENDING	<u><u>\$ (95,063)</u></u>	<u><u>\$ 35,791</u></u>

**CITY OF SALISBURY, NORTH CAROLINA**  
**EMPLOYEE HEALTH CARE INTERNAL SERVICE FUND**  
**COMPARATIVE STATEMENT OF CASH FLOWS**

**For the Year Ended June 30, 1999**  
**With Comparative Totals for the Year Ended June 30, 1998**

	<u>1999</u>	<u>1998</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (143,105)	\$ (134,400)
Change in assets and liabilities:		
(Increase) decrease in interest receivable	(112)	3,079
Increase (decrease) in accounts payable	<u>24,112</u>	<u>22,071</u>
Net cash provided by (used for) operating activities	\$ (119,105)	\$ (109,250)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on investment securities	<u>12,251</u>	<u>11,793</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	\$ (106,854)	\$ (97,457)
CASH AND CASH EQUIVALENTS, BEGINNING	<u>296,764</u>	<u>394,221</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 189,910</u>	<u>\$ 296,764</u>





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# Trust and Agency Funds

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Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments, and/or other funds.

#### PENSION TRUST FUND

**Law Enforcement Officers' Special Separation Allowance Fund** - to account for the accumulation of resources for pension benefit payments to qualified law enforcement officers.

#### AGENCY FUNDS

**Boards and Commissions** - to account for monies raised by the boards and commissions of the City from private sources to fund their projects.

**Municipal Service District Fund** - to account for tax receipts of the Municipal Service District which the City receives from the County and remits to the Downtown Salisbury, Inc.



## CITY OF SALISBURY, NORTH CAROLINA

## TRUST AND AGENCY FUNDS

## COMBINING BALANCE SHEET

June 30, 1999

With Comparative Totals at June 30, 1998

	<u>Pension Trust</u>	<u>Agency</u>	
	<u>Law Officers'</u>	<u>Boards and</u>	<u>Municipal</u>
<u>ASSETS</u>	<u>Separation</u>	<u>Commissions</u>	<u>Service District</u>
	<u>Allowance</u>		
Cash and investments	\$ 244,270	\$ 2,989	\$ 452
Taxes receivable (net allowance for uncollectible)	-	-	2,552
Interest receivable	<u>1,116</u>	<u>-</u>	<u>74</u>
Total assets	<u>\$ 245,386</u>	<u>\$ 2,989</u>	<u>\$ 3,078</u>
<u>LIABILITIES AND FUND EQUITY</u>			
LIABILITIES			
Accounts payable and accrued liabilities	<u>\$ -</u>	<u>\$ 2,989</u>	<u>\$ 3,078</u>
FUND EQUITY			
Fund Balances:			
Reserved by State statute	\$ 1,116	\$ -	\$ -
Reserved for employees' pension benefits	<u>244,270</u>	<u>-</u>	<u>-</u>
Total fund equity	<u>\$ 245,386</u>	<u>\$ -</u>	<u>\$ -</u>
Total liabilities and fund equity	<u>\$ 245,386</u>	<u>\$ 2,989</u>	<u>\$ 3,078</u>

<u>Totals</u>	
<u>1999</u>	<u>1998</u>
\$ 247,711	\$ 250,648
2,552	3,522
<u>1,190</u>	<u>589</u>
<u>\$ 251,453</u>	<u>\$ 254,759</u>
<u>\$ 6,067</u>	<u>\$ 51,344</u>
\$ 1,116	\$ 584
<u>244,270</u>	<u>202,831</u>
<u>\$ 245,386</u>	<u>\$ 203,415</u>
<u>\$ 251,453</u>	<u>\$ 254,759</u>

## CITY OF SALISBURY, NORTH CAROLINA

PENSION TRUST FUND  
LAW OFFICERS' SEPARATION ALLOWANCE FUND

## COMPARATIVE BALANCE SHEETS

June 30, 1999 and 1998

<u>ASSETS</u>	<u>1999</u>	<u>1998</u>
Cash and investments	\$ 244,270	\$ 202,831
Interest receivable	<u>1,116</u>	<u>584</u>
Total assets	<u>\$ 245,386</u>	<u>\$ 203,415</u>
<u>FUND EQUITY</u>		
FUND EQUITY		
Fund balances:		
Reserved by State statute	\$ 1,116	\$ 584
Reserved for employees' pension benefits	<u>244,270</u>	<u>202,831</u>
Total fund equity	<u>\$ 245,386</u>	<u>\$ 203,415</u>

## CITY OF SALISBURY, NORTH CAROLINA

## AGENCY FUNDS

## COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

For the Year Ended June 30, 1999

	Balance July 1, 1998	Additions	Deductions	Balance June 30, 1999
<u>BOARDS AND COMMISSIONS FUND:</u>				
ASSETS				
Cash and investments	\$ 47,603	\$ -	\$ 44,614	\$ 2,989
LIABILITIES				
Accounts payable	\$ 47,603	\$ -	\$ 44,614	\$ 2,989
<u>MUNICIPAL SERVICE DISTRICT FUND:</u>				
ASSETS				
Cash and investments	\$ 214	\$ 238	\$ -	\$ 452
Taxes receivable (net of allowance for uncollectible)	3,522	-	970	2,552
Interest receivable	5	69	-	74
Total assets	\$ 3,741	\$ 307	\$ 970	\$ 3,078
LIABILITIES				
Accounts payable	\$ 3,741	\$ -	\$ 663	\$ 3,078
<u>TOTAL AGENCY FUNDS:</u>				
ASSETS				
Cash and investments	\$ 47,817	\$ 238	\$ 44,614	\$ 3,441
Taxes receivable (net of allowance for uncollectible)	3,522	-	970	2,552
Interest receivable	5	69	-	74
Total assets	\$ 51,344	\$ 307	\$ 45,584	\$ 6,067
LIABILITIES				
Accounts payable	\$ 51,344	\$ -	\$ 45,277	\$ 6,067





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## **General Fixed Asset Account Group**

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To account for fixed assets not used in proprietary fund operations or accounted for in Trust Funds.

**H-1**

**CITY OF SALISBURY, NORTH CAROLINA**

**SCHEDULE OF GENERAL FIXED ASSETS  
BY FUNCTION AND ACTIVITY**

**For the Year Ended June 30, 1999**

	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>	<u>Total</u>
<b>GENERAL GOVERNMENT:</b>				
City Administration	\$ -	\$ 1,040,802	\$ 33,992	\$ 1,074,794
Human Resources	-	-	70,873	70,873
Information Technologies	-	-	587,432	587,432
Finance	-	-	112,428	112,428
Purchasing	-	16,825	38,129	54,954
City Hall	106,671	1,111,451	79,651	1,297,773
Telecommunications	24,820	62,613	1,372,444	1,459,877
Public Services Administration	-	10,259	8,787	19,046
Fleet Management	889	44,912	249,602	295,403
	<u>\$ 132,380</u>	<u>\$ 2,286,862</u>	<u>\$ 2,553,338</u>	<u>\$ 4,972,580</u>
<b>PUBLIC SAFETY:</b>				
Police	\$ -	\$ 271,242	\$ 2,669,159	\$ 2,940,401
Fire	202,184	373,129	2,750,602	3,325,915
	<u>\$ 202,184</u>	<u>\$ 644,371</u>	<u>\$ 5,419,761</u>	<u>\$ 6,266,316</u>
<b>TRANSPORTATION:</b>				
Traffic Engineering	\$ -	\$ 45,895	\$ 560,996	\$ 606,891
Engineering	-	66,774	661,060	727,834
Streets	-	179,489	1,945,634	2,125,123
	<u>\$ -</u>	<u>\$ 292,158</u>	<u>\$ 3,167,690</u>	<u>\$ 3,459,848</u>
<b>ENVIRONMENTAL PROTECTION:</b>				
Cemetery	\$ -	\$ 12,262	\$ 185,084	\$ 197,346
Solid Waste Management	-	-	1,135,698	1,135,698
	<u>\$ -</u>	<u>\$ 12,262</u>	<u>\$ 1,320,782</u>	<u>\$ 1,333,044</u>
<b>CULTURE AND RECREATION:</b>				
Landscaping	\$ 164,546	\$ 35,230	\$ 681,854	\$ 881,630
Recreation	77,311	3,678,344	439,457	4,195,112
	<u>\$ 241,857</u>	<u>\$ 3,713,574</u>	<u>\$ 1,121,311</u>	<u>\$ 5,076,742</u>
<b>LAND MANAGEMENT AND DEVELOPMENT:</b>				
Development Services	\$ -	\$ -	\$ 8,587	\$ 8,587
Community Development	976,756	283,162	113,580	1,373,498
The Plaza	-	3,239,838	78,684	3,318,522
	<u>\$ 976,756</u>	<u>\$ 3,523,000</u>	<u>\$ 200,851</u>	<u>\$ 4,700,607</u>
<b>TOTAL GENERAL FIXED ASSETS</b>	<u><u>\$ 1,553,177</u></u>	<u><u>\$ 10,472,227</u></u>	<u><u>\$ 13,783,733</u></u>	<u><u>\$ 25,809,137</u></u>



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## Other Schedules

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## CITY OF SALISBURY, NORTH CAROLINA

GENERAL FUND  
PROPERTY TAXES RECEIVABLE

For the Year Ended June 30, 1999

<b>Tax Year</b>	<b>Fiscal Year Ended June 30</b>	<b>Assessed Valuation *</b>	<b>Taxes Levied Prior to June 30, 1998</b>	<b>Levy Additions Year Ended June 30, 1999</b>	<b>Collections and Credits Prior to June 30, 1998</b>	<b>Taxes Receivable June 30, 1998</b>	<b>Collections and Credits Year Ended June 30, 1999</b>	<b>(Note) Other Credits</b>	<b>Taxes Receivable June 30, 1999</b>
1998	1999	\$ 1,523,603,972	-	\$ 9,271,351			\$ 8,926,885	\$ -	\$ 344,466
1997	1998	1,382,140,359	8,059,604	9,274	7,815,549	244,055	185,519	-	67,810
1996	1997	1,318,874,568	7,825,665		7,745,679	79,986	26,350	-	53,636
1995	1996	1,280,584,979	7,529,260		7,470,569	58,691	14,984	-	43,707
1994	1995	1,146,945,499	7,298,360		7,248,100	50,260	5,152	-	45,108
1993	1994	1,151,692,595	6,785,288		6,762,654	22,634	2,070	-	20,564
1992	1993	1,106,253,503	6,436,232		6,416,133	20,099	1,292	-	18,807
1991	1992	1,084,365,929	6,054,055		6,030,145	23,910	952	-	22,958
1990	1991	1,038,891,140	5,528,123		5,505,953	22,170	464	-	21,706
1989	1990	804,993,392	4,803,630		4,783,929	19,701	682	-	19,019
1988	1989	779,948,519	4,961,612	-	4,945,819	15,793	567	(15,226)	-
			<u>\$ 65,281,829</u>	<u>\$ 9,280,625</u>	<u>\$ 64,724,530</u>	<u>\$ 557,299</u>	<u>\$ 9,164,917</u>	<u>\$ (15,226)</u>	<u>\$ 657,781</u>

\* All taxable property is assessed at one hundred percent (100%) of its estimated value at the time of revaluation.

Note: Ten year statute of limitations write-off.

## CITY OF SALISBURY, NORTH CAROLINA

## ANALYSIS OF CURRENT TAX LEVY

For the Year Ended June 30, 1999

	City Wide		Municipal Service District		Total Levy	Total Levy	
	Property Valuation	Rate	Property Valuation	Rate		Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
ORIGINAL LEVY							
Property taxed at current year's rates	\$ 1,422,400,279	\$ 0.620	\$ 40,362,459	\$ 0.160	\$ 8,883,462		
Registered motor vehicles taxed at prior year's rates	60,051,786	0.575	789,448	0.160	346,561		
Penalties					5,855		
TOTAL	<u>\$ 1,482,452,065</u>		<u>\$ 41,151,907</u>		<u>\$ 9,235,878</u>	\$ 8,333,602	\$ 902,276
DISCOVERY							
Prior years taxes					29,694	29,694	
Penalties					5,779	5,779	
TOTAL TAX LEVY					\$ 9,271,351	\$ 8,369,075	\$ 902,276
Less uncollected tax at June 30, 1999					344,466	228,581	115,885
CURRENT YEAR'S TAXES COLLECTED					<u>\$ 8,926,885</u>	<u>\$ 8,140,494</u>	<u>\$ 786,391</u>
PERCENT OF CURRENT YEAR COLLECTED					<u>96.28%</u>	<u>97.27%</u>	<u>87.16%</u>
DISTRIBUTION OF LEVY							
General Fund					\$ 9,205,214		
Municipal Service District Fund					66,137		
Total					<u>\$ 9,271,351</u>		



## CITY OF SALISBURY, NORTH CAROLINA

## SCHEDULE OF CASH AND INVESTMENT BALANCES

June 30, 1999

## CASH AND INVESTMENTS IN THE FORM OF:

## Cash:

Cash on hand	\$ 1,840	
In demand deposits	910,276	
Certificate of deposit	<u>1,100,000</u>	\$ 2,012,116

## Investments:

North Carolina Capital Management Trust	\$ 12,984,751	
Fredie Mac discount note	488,827	
Commercial paper	<u>5,381,100</u>	<u>18,854,678</u>

TOTAL CASH AND INVESTMENTS		<u>\$ 20,866,794</u>
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## DISTRIBUTION BY FUNDS:

General	\$ 5,195,039
Special revenue	115,604
Capital projects	644,039
Enterprise	14,415,880
Internal service	248,521
Trust and agency	<u>247,711</u>

TOTAL DISTRIBUTION BY FUNDS	<u>\$ 20,866,794</u>
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## CITY OF SALISBURY, NORTH CAROLINA

## SCHEDULE OF INTERFUND TRANSFERS

For the Year Ended June 30, 1999

<u>Fund</u>	<u>Transfers</u>	
	<u>From</u>	<u>To</u>
General:		
Enterprise	\$ -	\$ 160,282
Enterprise:		
General	160,282	-
	<u>\$ 160,282</u>	<u>\$ 160,282</u>

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